



SUSAN BITTER SMITH Commissioner

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August 26, 20142014 AUG 26 P 2: 42

Re: Emerging Technologies Docket

No. E-00000J-13-0375

AZ CORP COMMISSION DOCKET CONTROL

ORIGINAL

Dear Parties to the Docket and Interested Stakeholders:

I have consistently found the presentations and materials in this docket to be very interesting and worthwhile. I have some follow up questions regarding one of the topics recently discussed. During the August 18, 2014 workshop, Amanda Ormond of Western Grid Group gave a presentation regarding the Energy Imbalance Market ("EIM"), and Mark Rothleder and Stacy Crowley of the California Systems Operator ("CAISO") provided a briefing regarding an overview of EIM processes as contemplated by CAISO. Brad Alpert of Arizona Public Service ("APS") also discussed EIM at the July 28, 2014 workshop.

APS indicated that it was "Currently evaluating EIM and its potential impacts to APS and its Customers" and stated its intention to participate in CAISO EIM processes, including ongoing stakeholder processes. I am requesting that APS provide a short description of the anticipated evaluation process of EIM referenced by Mr. Alpert and a current timeline regarding the stages of this process.

I also request that Tucson Electric Power provide a short description of and any comments regarding the status of their efforts, if any, to evaluate the potential advantages and disadvantages of participation in an EIM.

I would appreciate responses to these questions by September 16, 2014. I look forward to reviewing the responses to these questions, and any comments regarding the responses to assist my full future consideration of these matters.

Sincerely,

Susan Bitter Smith Commissioner

cc:

Don Brandt

Arizona Public Service

Sun Birth Smith

David Hutchens Tucson Electric Power

Service List

Arizona Corporation Commission DOCKETED

AUG 2 6 2014

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